



AMANI GOLD TO RAISE \$2.5 MILLION

Amani Gold Limited (ASX: ANL) (**Amani** or the **Company**) is pleased to announce that it has received commitments to raise up to \$2.5 million through the issue of up to 833 million fully paid ordinary shares (**Placement Shares**) at an issue price of \$0.003 per share (**Placement**).

Completion of the Placement and issue of the Placement Shares will be subject to shareholder approval at a general meeting of shareholders anticipated to be held by early October 2019.

The Placement to sophisticated and professional investors is being undertaken by Hartleys Limited (**Hartleys**) as Broker to the Offer.

Subject to receipt of shareholder approval, funds raised under the Placement will be used by the Company to advance the Giro Gold Project in the DRC (including diamond and augur scout drilling programs), regional exploration and field costs, geophysics and mining studies and for the potential Gada acquisition (see ASX Announcement 21 May 2019), plus for general working capital purposes.

In respect to the Gada acquisition (see ASX Announcement 21 May 2019), Amani continues to progress its due diligence on the opportunity and its discussions with the relevant parties.

Commenting on the success of the Placement, Chairman Klaus Eckhof commented:

“Amani welcomes the support from new investors and existing shareholders in the Placement. Amani is embarking on a very exciting phase as we plan to accelerate drilling and exploration programmes – with drilling expected to commence at the Kibigada deposit in the coming week.

In addition to drilling commencing and ramping up throughout the year we look forward to, subject to positive due diligence, adding the Gada Gold Project to the Amani Gold portfolio. We know the geology, mineralisation and have proven at Giro, that we know how to explore and discover gold deposits in this part of the DRC. The acquisition of this package would see Amani as one of the major gold tenement holders in DRC in a proven gold producing region nearby to the 600,000oz per annum gold mine at Kibali.”

If the Gada Gold Project is added to the portfolio, Amani expects to carry out extensive soil sampling programs and complete an initial 5,000m exploration RC drilling commencing in September.

The Placement will be completed through the issue of 833,333,334 Placement Shares. Completion of the Placement and issue of all of the Placement Shares will be subject to shareholder approval at a general meeting of shareholders anticipated to be held by early October 2019. The Company anticipates that the Placement will complete on or around 7 October 2019.

At the upcoming general meeting shareholders will also be asked to consider the issue of 350m performance rights to related parties and employees, and the issue of 138.8m Shares and 36m options to non-related parties (refer Appendix).

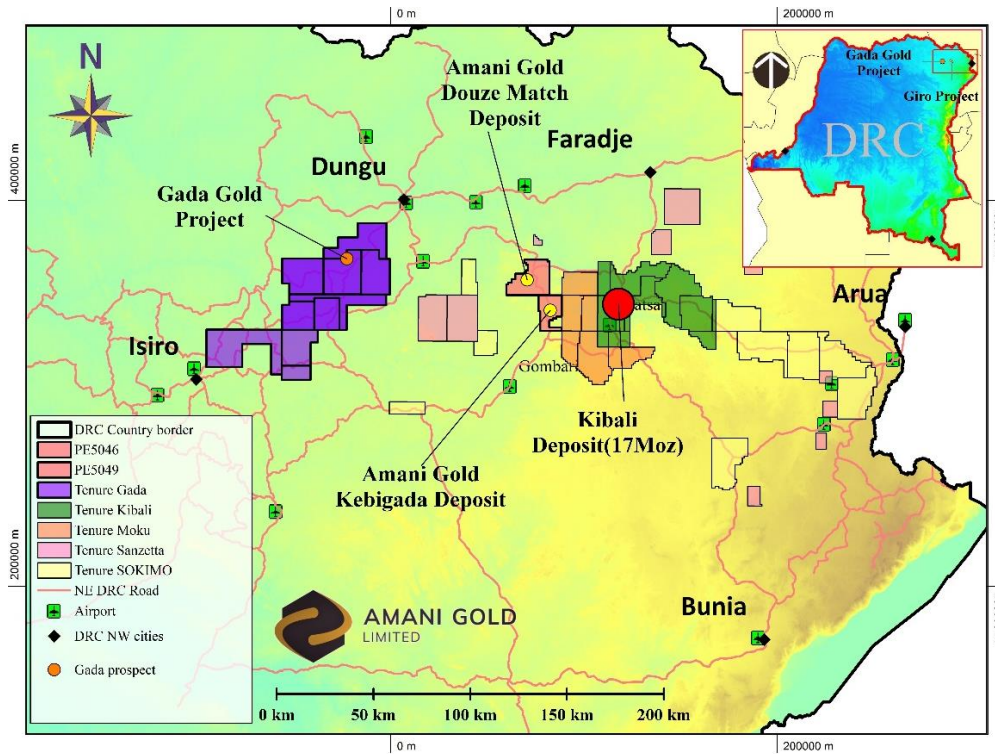


Figure 1. Map of Haute Uele Province of the Democratic Republic of Congo showing the location of the Giro and Gada Gold Project Licenses

For more information contact:

Mr. Jacky Chan
 Managing Director
 Tel: +852 819 14491
 Email: jackychan@amanigold.com

Grant Thomas
 Executive Director
 Tel: +61 437 553 531
 Email: grant.thomas@amanigold.com

Website: www.amanigold.com

For personal use only

APPENDIX

PROPOSED ISSUE OF PERFORMANCE RIGHTS

Amani advises that it proposes to seek shareholder approval for the issue of 350m performance rights to Messrs Qiuming (137.5m), Eckholf (137.5m), Chan (40m) and Thomas (30m) who are Related Parties. In addition, the Company proposes to seek shareholder approval for the issue of 5m performance rights to an Employee.

Subject to shareholder approval, the following performance rights will be issued.

Tranche 1 – one third of the Performance Rights for each Related Party and Employee will vest and convert into Shares in the event that the Company's Shares trade at a volume weighted average price of at least \$0.0075 for a consecutive period of at least 10 business days.

Tranche 2 – one third of the Performance Rights for each Related Party and Employee will vest and convert into Shares in the event that the Company's Shares trade at a volume weighted average price of at least \$0.01 for a consecutive period of at least 10 business days.

Tranche 3 – one third of the Performance Rights for each Related Party and Employee will vest and convert into Shares in the event that the Company's Shares trade at a volume weighted average price of at least \$0.0125 for a consecutive period of at least 10 business days.

The Performance Rights will expire three (3) years from the date of issue.

PROPOSED ISSUE OF OPTIONS

Amani advises that it proposes to seek shareholder approval for the issue of 36m Options to Nascent Capital Partners Pty Ltd in consideration for financial advisory services provided to the Company.

Subject to shareholder approval, the following options will be issued.

Tranche 1 – 12m Options exercisable at \$0.0075 at any time which is three (3) years from the date of issue.

Tranche 2 – 12m Options exercisable at \$0.01 at any time which is three (3) years from the date of issue.

Tranche 3 – 12m Options exercisable at \$0.0125 at any time which is three (3) years from the date of issue.

PROPOSED ISSUE OF SHARES

Amani advises that it proposes to seek shareholder approval for the issue of 138.8m Shares as outlined following.

88.8m Shares – to be issued to Stock Digital in consideration for the Company receiving investor relations services.

20m Shares – to be issued to Mazoka Resources (PTY) Ltd in consideration for services provided to the Company in sourcing the Gada Project.

30m Shares – to be issued to Mark Gasson in consideration for services provided to the Company in sourcing the Gada Project.